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## ARIZONA CORPORATION COMMISSION

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AZ CORP COMMISSION

June 24, 2011

RE: Cerbat Water Company; Docket Nos.: W-02391A-10-0218 & W-02391A-11-0166

## Dear Colleagues:

On June 16, 2011, Cerbat Water Company ("Cerbat" or "the Company") filed an application for rehearing of Decision No. 72385. This matter dealt with a request for an emergency rate increase. In this case, we approved an emergency surcharge of \$12.52 per customer per month, and we directed Staff to appoint an interim manager as soon as possible.

By this letter, I am asking that Cerbat's application for rehearing be placed on the next Commission Staff Open Meeting agenda. I do not know whether I will support the Company's rehearing request, but I do know that I would like to discuss this request with my colleagues, especially because Staff has so far been unable to find an entity that is willing to serve as an interim manager. Under these circumstances, it may be appropriate to consider granting the rehearing request, vacating Decision No. 72385 (both the direction to Staff to appoint the interim manager, and the authorization for the emergency surcharge), and remanding the matter to the Hearing Division for further proceedings.

Because the due date for granting rehearing is July 6, 2011, I would ask that this matter be placed on the next Commission Staff Open Meeting agenda as soon as possible so that we may consider granting the rehearing request to allow for our further consideration.

I look forward to discussing this matter with my colleagues, as it will be helpful to me in my full consideration of this matter.

Sincerely,

Bob Stump

Commissioner

Cc: Ernest Johnson

Steve Olea Janice Alward Lyn Farmer Rebecca Wilder Arizona Corporation Commission DOCKETED

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